

Casa No.

855

Application, Transcript,
Small Exhibits, Etc.

GILBERT, WHITE AND GILBERT
ATTORNEYS AND COUNSELORS AT LAW
BISHOP BUILDING
SANTA FE, NEW MEXICO

CARL H. GILBERT
L. C. WHITE
WILLIAM W. GILBERT
SUMNER S. KOCH

June 14, 1955

Oil Conservation Commission
Capitol Building
Santa Fe, New Mexico

Attention: Mr. Warren Mankin

Gentlemen:

We return herewith transcript in
O.C.C. Cases 854 and 855 regarding The Texas
Company's applications for non-standard gas pro-
duction units.

We thank you for accommodating us in
this matter.

Very truly yours,



L. C. WHITE

LCW:LG

Enclosure

BEFORE THE OIL CONSERVATION COMMISSION
OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE APPLICATION OF)
THE TEXAS COMPANY FOR AN ORDER GRANTING)
APPROVAL OF AN EXCEPTION TO RULE 5 (a))
OF ORDER NO. R-520 IN THE ESTABLISHMENT)
OF A NON-STANDARD GAS PRORATION UNIT IN)
THE EUMONT GAS POOL CONSISTING OF THE)
E $\frac{1}{2}$ SW $\frac{1}{4}$ AND S $\frac{1}{2}$ SE $\frac{1}{4}$ OF SECTION 12, TOWNSHIP)
21 SOUTH, RANGE 36 EAST, NMPM, LEA COUNTY,)
NEW MEXICO, AND THE ASSIGNMENT OF SAID)
ACREAGE TO THE TEXAS COMPANY'S ROY RIDDEL)
WELL NO. 1, FOR GAS PRORATION PURPOSES.)

Case No. 855

APPLICATION FOR REHEARING

Come now applicants, Schermerhorn Oil Corporation and J. H. Moore, by their attorneys, Campbell & Russell, and apply to the Commission for a rehearing in the above styled matter, and as their reasons therefor state:

1. Applicant Schermerhorn Oil Corporation is the owner and operator of a gas well in the Eumont Gas Pool situated in the SW $\frac{1}{4}$ NE $\frac{1}{4}$ of Section 12, Township 21 South, Range 36 East, and is the owner and operator of contiguous acreage consisting of the NW $\frac{1}{4}$ SE $\frac{1}{4}$ of said Section 12. An 80-acre allowable is presently being attributed to its Carter Unit #1 well on such 80-acre tract.

2. Applicant J. H. Moore is the owner of an interest in a well situated in the SW $\frac{1}{4}$ NW $\frac{1}{4}$ of Section 7, Township 21 South, Range 36 East, and is also the owner of an interest in the Carter Unit #1 well hereinabove described.

3. Order No. R-622 entered in the above styled matter is erroneous in the following respects:

(a) The order entered is contrary to the purposes and intent of Order No. R-520 as previously entered by the Commission as it affects the Eumont Gas Pool inasmuch as it isolates small tracts within the limits of a standard gas proration unit.

(b) The Texas Company failed to use reasonable efforts to secure approval from royalty interests underlying the proposed unit to the pooling of said royalty interests with the acreage of Schermerhorn and Moore to form a larger gas proration unit, and Finding No. (7) of the Commission is therefore erroneous and unreasonable.

(c) It is practical and equitable to force the pooling of The Texas Company unit acreage with the acreage of Schermerhorn and Moore as above described, and Finding No. (8) is therefore erroneous and unreasonable and arbitrary.

4. Order No. R-622 deprives applicants of their property without due process of law.

WHEREFORE, applicants request a rehearing in Case No. 855 before the Commission.

Respectfully submitted,
SCHERMERHORN OIL CORPORATION
J. H. MOORE

By Jack M. Campbell
Jack M. Campbell

For CAMPBELL & RUSSELL
their attorneys

BEFORE THE OIL CONSERVATION COMMISSION
OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE HEARING
CALLED BY THE OIL CONSERVATION
COMMISSION OF NEW MEXICO FOR
THE PURPOSE OF CONSIDERING:

CASE NO. 855
Order No. R-622

THE APPLICATION OF THE TEXAS
COMPANY FOR AN ORDER GRANTING
APPROVAL OF AN EXCEPTION TO
RULE 5 (a) OF ORDER NO. R-520 IN
THE ESTABLISHMENT OF A NON-
STANDARD GAS PRORATION UNIT IN
THE EUMONT GAS POOL CONSISTING
OF THE E/2 SW/4 AND S/2 SE/4 OF
SECTION 12, TOWNSHIP 21 SOUTH,
RANGE 36 EAST, NMPM, LEA COUNTY,
NEW MEXICO, AND THE ASSIGNMENT OF
SAID ACREAGE TO THE TEXAS COMPANY'S
ROY RIDDEL WELL NO. 1 FOR GAS PRO-
RATION PURPOSES.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a. m. on March 16, 1955, at Santa Fe, New Mexico, before the Oil Conservation Commission, hereinafter referred to as the "Commission".

NOW, on this 20th day of April, 1955, the Commission, a quorum being present, having considered the records and testimony adduced, and being fully advised in the premises,

FINDS:

(1) That due notice of the time and place of hearing and the purpose thereof having been given as required by law, the Commission has jurisdiction of this case and the subject matter thereof.

(2) That pursuant to the provisions of Rule 5 (a) of Order No. R-520, the Commission has power and authority to permit the formation of a gas proration unit consisting of other than a legal section after notice and hearing by the Commission.

(3) That applicant, The Texas Company, is owner of an oil and gas lease in Lea County, New Mexico, the land consisting of other than a legal section, and described as follows:

TOWNSHIP 21 SOUTH, RANGE 36 EAST, NMPM
E/2 SW/4 and S/2 SE/4 of Section 12

containing 160 acres, more or less.

(4) That applicant, The Texas Company, has a producing gas well on the aforesaid lease, known as the Roy Riddel, Well No. 1, located 660 feet from the south line and 1981 feet from the west line of Section 12, Township 21 South, Range 36 East, NMPM, Lea county, New Mexico.

(5) That the aforesaid well is located and completed within the horizontal and vertical limits of the Eumont Gas Pool.

(6) That Schermerhorn Oil Corporation, the owner of adjoining acreage in the said Section 12, has specifically protested and objected to the proposed proration unit of 160 acres applied for by the applicant.

(7) That the applicant herein, The Texas Company, has attempted to secure approval from the royalty interests in the above-described acreage to pool or communitize the aforesaid acreage with that of the Schermerhorn Oil Corporation, without success, and therefore

(8) That it is impractical to force the pooling of applicant's said lease with adjoining acreage in said Section 12.

(9) That unless a proration unit consisting of applicant's aforesaid acreage is permitted, applicant will be deprived of the opportunity to recover its just and equitable share of the natural gas in the Eumont Gas Pool, and

(10) That creation of a proration unit consisting of the aforesaid acreage will not cause but will prevent waste, and will protect correlative rights.

IT IS THEREFORE ORDERED:

(1) That the application of The Texas Company for approval of a non-standard gas proration unit consisting of the following described acreage:

TOWNSHIP 21 SOUTH, RANGE 36 EAST, NMPM
E/2 SW/4 and S/2 SE/4 of Section 12

be and the same is hereby approved, and a proration unit consisting of the aforesaid acreage is hereby created.

(2) That applicant's well, Roy Riddel Well No. 1, located 660 feet from the south line and 1981 feet from the west line of Section 12, Township 21 South, Range 36 East, NMPM, Lea County, New Mexico, shall be granted an allowable in the proportion that the above described 160-acre unit bears to the standard or orthodox proration unit for said pool, all until further order of the Commission.

DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

John F. Simms
JOHN F. SIMMS, Chairman

E. S. Walker
E. S. WALKER, Member

W. B. Macey
W. B. MACEY, Member and Secretary



NEW MEXICO
OIL CONSERVATION COMMISSION

Gas Well Plat

Date January 24, 1955

The Texas Company Roy Riddel et al 1
Operator Lease Well No.

Name of Producing Formation Queen Pool Eumont Gas

Q = Queen Pay in Eumont Gas Pool

No. Acres Dedicated to the Well 160

SECTION 12 TOWNSHIP 21-3 RANGE 36-E

Dalport Oil Co. (160) 1 McQuatters Unit	(R36E) TTCO. R. Riddel 160 A. Unit 1 Sec. 12	(R37E) E. G. Rodman Alexander F. J. Dangle (120) Alexander Sec. 7	E. G. Rodman Aikman
Mid-Continent Marshall	TTCO. Schermerhorn R. Riddel 80 A. Unit Carter 160 Acre Unit		(160) 1 *Q Curry N. Penrose (160) Alves 3 *Q
Conoco	Tidewater Marshall "D" (160) 1 *Q Sec. 13	Shell Tide-water	N. Penrose Alves 2 *Q (160) Sec. 18
Lockhart "B-13"	1 Makin Drlg. Co. R. Marshall	Gulf Mattern "C" R. Olson	Mapenza Oil Co Warlick

*Case # 135
TTCO EX # 1*

I hereby certify that the information given above is true and complete to the best of my knowledge.

Name J. J. Vetter
Position Division Civil Engineer
Representing The Texas Company
Address Box 1720, Ft. Worth, Texas

(over)

INSTRUCTIONS

1. Is this gas well a dual completion? Yes No
2. If the answer to Question 1 is Yes, are there any other dually completed wells within the dedicated acreage? Yes No

A separate plat must be filed for each gas well outlining the area dedicated to such well and showing the location of all other wells (oil and gas) within the outlined area.

Mail in duplicate to the district office for the district in which the well is located.

OIL CONSERVATION COMMISSION
P. O. BOX 871
SANTA FE, NEW MEXICO

April 22, 1955

The Texas Company
Box 1720
Fort Worth, Texas

Attention: Mr. Warren Mankin

Gentlemen:

We enclose copies of the following orders of the Oil Conservation Commission:

Order R-621 in Case 854
Order R-622 in Case 855

These were signed April 20, 1955.

Very truly yours,

W. B. Macey
Secretary - Director

WBM:nr

C
O
P
Y

SCHERMERHORN OIL CORPORATION

P. O. BOX 1537
HOBBS, NEW MEXICO

February 14, 1955

Case 855

MAIL ROOM 030

RECEIVED FEB 14 1955

NSP-117

New Mexico Oil Conservation Commission
P. O. Box 871
Santa Fe, New Mexico

Attention: Mr. W. B. Macey
Secretary and Director

Re: Application for Non-Standard Gas
Proration Unit by The Texas Company
Riddel Well No. 1, Eumont Gas Pool
Lea County, New Mexico

Gentlemen:

Reference is made to the application submitted by The Texas Company in their letter dated February 7, 1955 to form a 160 acre non-standard gas proration unit for the above captioned well. In this letter a request was made to Schermerhorn Oil Corporation for a waiver so that the Oil Conservation Commission might grant an administrative non-standard gas proration order on this application.

* Please be advised that Schermerhorn Oil Corporation objects to the formation of the unit as proposed by The Texas Company and requests that an administrative order not be granted in this case. This Company objects to The Texas Company application for the following reasons:

(a) If the unit is allowed for this well as proposed by The Texas Company this will cause a well spacing wherein three wells will be located in the North Half of the Section and only one in the South Half of the Section. This will cause unequal drainage and not protect the correlative rights of the royalty owners.

(b) In case this unit is allowed the Mid-Continent Petroleum Corporation lease comprising the East Half Southwest Quarter will be left isolated so far as combining with acreage in this Section to form larger than an 80 acre unit. This will leave no other alternative than for Mid-Continent to request an order for a unit which will include land outside of the Section in order to form a unit larger than 80 acres.

- 2 - New Mexico Oil Conservation Commission, 2-14-55.

(c) If The Texas Company unit is allowed as proposed the Schermerhorn Oil Corporation Carter Unit comprising the Southwest Quarter Northeast Quarter and Northwest Quarter Southeast Quarter of this Section will be left isolated with no available acreage with which to form a unit larger than 80 acres.

(d) Schermerhorn Oil Corporation has written The Texas Company asking that they combine part of their acreage with the Carter Gas Unit so that a regular spacing gas unit might be formed in the North Half of the section.

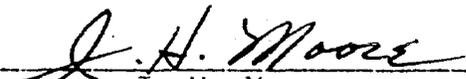
(e) Since the allowable is based on acreage with the regular unit allowable being assigned to 160 acres it is not equitable to allow units to be formed in a section which will leave isolated tracts with less than 160 acres available for allowable allocation.

We, therefore, request that you please refuse to grant the non-standard gas proration unit as proposed by The Texas Company for the above reasons.

Yours very truly,

SCHERMERHORN OIL CORPORATION

BY


J. H. Moore

JHM:mw

cc: The Texas Company, Prod. Dept.
Attention: Warren N. Mankin
P. O. Drawer 1720
Fort Worth 1, Texas

100-11114
2/4/55

Case 855

THE TEXAS COMPANY
TEXACO PETROLEUM PRODUCTS

PRODUCING DEPARTMENT
WEST TEXAS DIVISION



REGISTERED MAIL
P.O. BOX 1720
FORT WORTH 1, TEXAS

January 27, 1955

APPLICATION FOR NON-STANDARD
GAS UNIT

The Texas Company's Roy Riddel
Well No. 1, Eumont Gas Pool
Lea County, New Mexico

REGISTERED MAIL

New Mexico Oil Conservation Commission
P. O. Box 871
Santa Fe, New Mexico

Attention: Mr. W. B. Macey, Secretary & Director

Gentlemen:

By this letter of application The Texas Company wishes to form a 160-acre non-standard gas proration unit in the Eumont Gas Pool under Rule 5 (b) of Order R-520, and to state the following:

- (a). That The Texas Company's Roy Riddel Well No. 1, located in the center of the SE Quarter SW Quarter of Section 12, T-21-S, R-36-E, Lea County, New Mexico, was completed on January 18, 1953, as a gas well in the Queen pay of the Eumont Gas Pool. The attached gas well plat, Exhibit "A", shows the location of this well on The Texas Company's Roy Riddel Lease and all other gas wells in Sections 12 and 13 of T-21-S, R-36-E, and Sections 7 and 18 of T-21-S, R-37-E.
- (b). That the subject well is completed in the Queen pay, which is within the vertical limits of the Eumont Gas Pool, as designated by Order R-520.
- (c). That this well was drilled as an orthodox location prior to the enactment of Orders R-370 (a) and R-520, and since it was drilled before the effective date of Order R-520 it should be considered as a location in conformance with Rule 2 of Order R-520.

- (d). That the subject well has been assigned an 80-acre gas allowable, which was considered to be the E/2 of the SW/4 of Section 12, T-21-S, R-36-E.
- (e). That the non-standard gas proration unit consists of portions of contiguous quarter quarter sections and that the non-standard gas proration unit lies wholly within a single governmental section.
- (f). That the entire non-standard gas proration unit may be reasonably presumed to be productive of gas from the Eumont Gas Pool. This gas production is shown by other wells in the attached exhibit which are the Dalport McQuatters Well No. 1, the Schermerhorn Carter No. 1, and the Tide Water Marshall "D" Well No. 1.
- (g). That the length or width of the gas proration unit does not exceed 250 feet. That the 160-acre non-standard gas proration unit proposed is wholly contained within extensions previously made in the Eumont Gas Pool.
- (h). That by copy of registered letter, The Texas Company is requesting waivers of Schermerhorn, Dalport and Mid-Continent under Paragraph 5 (a) of Rule 5 (b) of Order R-520 and Continental and Tide Water under Paragraph 5 (b) of Order R-520. These offset operators are being notified and requested to send one executed copy of the waiver to you and to return one copy of the waiver to The Texas Company.

This application is to form a 160-acre non-standard proration unit around The Texas Company's Roy Riddell Well No. 1, to consist of the E/2 SW/4 and S/2 SE/4 of Section 12, T-21-S, R-36-E, Lea County, New Mexico. The Texas Company therefore requests the Oil Conservation Commission to grant an administrative non-standard proration order under Rule 5 (b) of Order R-520, as soon as waivers are received under Paragraph 5 (a) and (b) of Rule 5 (b), from Continental, Tide Water, Schermerhorn, Dalport, and Mid-Continent.

Respectfully submitted,

THE TEXAS COMPANY, PROD. DEPT.

Warren W. Mankin
Warren W. Mankin
Petroleum Engineer

WWM-MFP

NMOCC

-- 3 --

2-7-55
1-27-55

Copy to: Continental Oil Company
1710 Fair Building ✓
Fort Worth, Texas
Attn: Mr. V. T. Lyon

Tide Water Asso. Oil Company
P. O. Box 1404
Houston 1, Texas
Attn: Mr. J. B. Holloway

Schermerhorn Oil Corp.
714 First Nat'l Bank Bldg.
Tulsa 2, Oklahoma

Dalport Oil Corporation
930 Fidelity United Life Bldg.
Dallas, Texas ✓
Attn: Mr. W. L. Todd, Jr.

Mid-Continent Pet. Corp.
P. O. Box 830
Midland, Texas
Attn: Mr. E. J. Pierce

NEW MEXICO
OIL CONSERVATION COMMISSION

Gas Well Plat

Date January 24, 1955

The Texas Company Roy Riddel et al 1
Operator Lease Well No.

Name of Producing Formation Queen Pool Eumont Gas

Q = Queen Pay in Eumont Gas Pool

No. Acres Dedicated to the Well 160

SECTION 12 TOWNSHIP 21-S RANGE 36-E

Dalport Oil Co. (160) *1 McQuatters Unit	(R36E) TTCo. R. Riddel 160 A. Unit *2 Q	(R37E) E. G. Rodman Alexander	
	Sec. 12	F. J. Dangle 1* Q Alexander (120)	Aikman Sec. 7
Mid-Continent Marshall	TTCo. Schermerhorn R. Riddel 30 A. Unit Carter		(160) *1 Q Curry
	160 Acre Unit	E. G. Rodman	N. Penrose (160) *3 Alves *Q
Conoco	Tidewater Marshall "D" (160) *1 Q Sec. 13	Shell Tide-water	N. Penrose Alves (160) *2 Q Sec. 18
Lockhart "B-13"	Makin Drlg. Co. R. Marshall	Gulf Mattern "C" R. Olson	Mapenza Oil Co Warlick

I hereby certify that the information given above is true and complete to the best of my knowledge.

Name [Signature]
Position Division Civil Engineer
Representing The Texas Company
Address Box 1720, Ft. Worth, Texas

(over)

INSTRUCTIONS

1. Is this gas well a dual completion? Yes _____ No X
2. If the answer to Question 1 is Yes, are there any other dually completed wells within the dedicated acreage? Yes _____ No X

A separate plat must be filed for each gas well, outlining the area dedicated to such well and showing the location of all other wells (oil and gas) within the outlined area.

Mail in duplicate to the district office for the district in which the well is located.

OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

February 18, 1955

C

The Texas Company
P. O. Box 1720
Fort Worth, Texas

O

Attention: Mr. Warren Mankin

Re: Proposed NSP-103 and NSP-104

P

Gentlemen:

Reference is made to your application for approval of a non-standard gas proration unit on your Roy Riddel Wells No. 1 and No. 2, located in Section 12, Township 21 South, Range 36 East, Lea County, New Mexico.

Y

This is to inform you that this office has received objections to the formation of both of these proration units and therefore is unable to grant administrative approval to them.

If you desire these two applications set for March 1955 hearing, please advise this office at your earliest convenience.

Very truly yours,

W. B. Macey
Secretary - Director

WBM:jh

February 23, 1955

PROPOSED NSP-103 & NSP-104

New Mexico Oil Conservation Commission
P. O. Box 871
Santa Fe, New Mexico

Attention: Mr. W. B. Macey, Secretary-Director

Gentlemen:

Reference is made to your letter dated February 18, 1954, on the above subject.

The Commission has received objection to the formation of NSP units of 160 acres each surrounding The Texas Company's Roy Riddel Well No. 1 and proposed Well No. 2 in Section 12, T-21S, R-36E, Emsont Gas Pool, Lea County, New Mexico.

Please set for hearing at the March 16, 1955, meeting, the application of The Texas Company to form 160 acre NSP units for each of the two wells listed above. Please set individual cases for each well as applied for under NSP-103 and 104 respectively.

Yours very truly,

W. W. Mankin
W. W. Mankin
Petroleum Engineer

WWM-ECH

Lo-381

Dr. E. W. White
Bishop Building
Santa Fe, New Mexico

CONOCO

CONTINENTAL OIL COMPANY

FAIR BUILDING
FORT WORTH 2, TEXAS

H. L. JOHNSTON
REGIONAL MANAGER OF PRODUCTION
SOUTHWESTERN REGION

February 14, 1955

Subject: Non-Standard Gas Proration
Unit for The Texas Company's
Roy Riddel Well No. 1
Lea County, New Mexico

New Mexico Oil Conservation Commission
P. O. Box 871
Santa Fe, New Mexico

Attention of Mr. W. B. Macey

Gentlemen:

The undersigned has been duly informed by The Texas Company of their intention to request a non-standard gas proration unit consisting of lands located in the E/2 SW/4 and S/2 SE/4 of Section 12, T-21-S, R-36-E, Lea County, New Mexico, for their Roy Riddle Well No. 1, located 661' from the south line and 1981' from the west line of the above section.

You are respectfully advised that we hereby waive notice and hearing on the application for approval of the above-described non-standard gas proration unit.

Yours very truly,



HLJ-MD

OIL CONSERVATION COMMISSION

BOX 2045

HOBBS, NEW MEXICO

DATE 2-1-55

MR. W. B. MACEY
OIL CONSERVATION COMMISSION
BOX 871
SANTA FE, NEW MEXICO

RE:
PROPOSED NSP 104
PROPOSED NSL _____

Dear Mr. Macey:

I have examined the application dated 1/27/55
for the The Texas Co. Hiddel #1-B 12-21-36
Operator Lease and Well No. S-T-R

and my recommendations are as follows:

OK-RFM

Wish to call your attention to Schenmerhorn 80 acre unit which cannot be
unitized as result of request of Hiddel #2-A on same section

Yours very truly,

OIL CONSERVATION COMMISSION

hs

Stanley J. Stanley
Engineer

MAIN OFFICE OCC
RECEIVED FEB 14 11:43

Subject: Waiver of Objection
The Texas Company's
Roy Riddel Well No. 1
Lea County, New Mexico

New Mexico Oil Conservation Commission
P. O. Box 871
Santa Fe, New Mexico

TC WSP 109

Attention: Mr. W. B. Macey

Gentlemen:

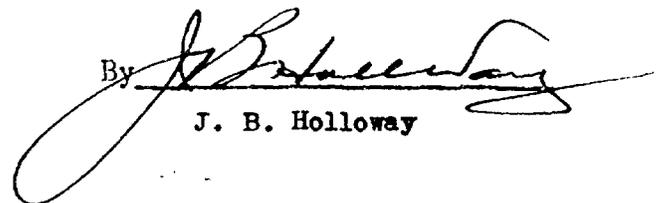
The undersigned has been duly informed by The Texas Company of their intention to request a non-standard gas proration unit consisting of lands located in the E/2 SW/4 and S/2 SE/4 of Section 12, T-21-S, R-36-E, Lea County, New Mexico, for their Roy Riddel Well No. 1, located 661 feet from the south line and 1981 feet from the west line of the above section.

You are respectfully advised that we hereby waive notice and hearing and all objections to the application for approval of the above-described non-standard gas proration unit.

Yours very truly,

TIDE WATER ASSOCIATED OIL COMPANY,

By



J. B. Holloway

WWM-MFP

Subject: Waiver of Objection
The Texas Company's
Roy Riddel Well No. 1
Lea County, New Mexico

New Mexico Oil Conservation Commission
P. O. Box 871
Santa Fe, New Mexico

NSP-104

Attention: Mr. W. B. Macey

Gentlemen:

The undersigned has been duly informed by The Texas Company of their intention to request a non-standard gas proration unit consisting of lands located in the E/2 SW/4 and S/2 SE/4 of Section 12, T-21-S, R-36-E, Lea County, New Mexico, for their Roy Riddel Well No. 1, located 661 feet from the south line and 1981 feet from the west line of the above section.

You are respectfully advised that we hereby waive notice and hearing and all objections to the application for approval of the above-described non-standard gas proration unit.

Yours very truly,

Mid-Continent Pet. Corp.

By *E. J. Pierce*
2-18-55

WWM-MFP

1000000000

Subject: Waiver of Objection
The Texas Company's
Roy Riddel Well No. 1
Lea County, New Mexico

NSP-103

New Mexico Oil Conservation Commission
P. O. Box 871
Santa Fe, New Mexico

Attention: Mr. W. B. Macey

Gentlemen:

The undersigned has been duly informed by The Texas Company of their intention to request a non-standard gas proration unit consisting of lands located in the E/2 SW/4 and S/2 SE/4 of Section 12, T-21-S, R-36-E, Lea County, New Mexico, for their Roy Riddel Well No. 1, located 661 feet from the south line and 1981 feet from the west line of the above section.

You are respectfully advised that we hereby waive notice and hearing and all objections to the application for approval of the above-described non-standard gas proration unit.

Yours very truly,

Adapt Oil Corp
By W. J. [Signature]

WWM-MFP